

CITY OF BISMARCK POLICE PENSION FUND
INVESTMENT PERFORMANCE REPORT AS OF FEBRUARY 28, 2007[illegible]

CITY OF BISMARCK POLICE PENSION FUND
INVESTMENT PERFORMANCE REPORT AS OF FEBRUARY 28, 2007

	February-07				January-07				December-06				September-06				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Month	Net ROR	Market Value	Allocation	Month	Net ROR	Market Value	Allocation	Quarter	Net ROR	Market Value	Allocation	Quarter	Net ROR	Fiscal YTD	FY06	Ended	Ended
																			6/30/2006	6/30/2006
																			Net	Net
BBB Average Quality																				
Wells Capital	660,588	2.9%	2.7%	2.25%	646,300	2.8%	2.7%	0.11%	649,013	2.9%	3.0%	2.07%	626,999	3.0%	2.9%	4.58%	9.26%	-2.70%	3.36%	5.51%
Lehman BBB				2.30%				0.12%				1.49%				4.80%	8.93%	-2.37%	2.39%	6.10%
Private Debt																				
Prudential	654,070	2.9%	2.7%	1.46%	644,934	2.8%	2.7%	0.18%	647,038	2.9%	3.0%	1.47%	628,881	3.0%	2.9%	3.84%	7.11%	-0.13%	N/A	N/A
Lehman Aggregate				1.54%				-0.04%				1.24%				3.81%	6.67%	-0.81%	N/A	N/A
Timberland																				
TIR - Teredo (4)	472,165	2.1%	2.1%	-0.06%	472,165	2.1%	2.1%	0.06%	474,918	2.1%	2.1%	2.22%	447,425	2.1%	2.1%	-0.19%	2.03%	-1.44%	7.62%	N/A
TIR - Springbank	1,242,053	5.5%	5.5%	-0.03%	1,242,058	5.5%	5.5%	32.22%	970,514	4.4%	4.4%	-0.20%	937,279	4.5%	4.5%	-0.06%	31.86%	13.53%	N/A	N/A
Total Timberland	1,714,219	7.5%	7.5%	-0.04%	1,714,223	7.5%	7.5%	21.66%	1,445,432	6.5%	6.5%	0.59%	1,384,705	6.6%	6.6%	-0.10%	22.21%	9.43%	20.37%	N/A
NCREIF Timberland Index				2.11%				2.11%				6.46%				0.85%	11.94%	19.69%	13.94%	N/A
TOTAL DOMESTIC FIXED INCOME	5,530,946	24.3%	24.5%	0.90%	5,482,638	24.1%	24.5%	6.19%	5,159,753	23.2%	24.5%	1.58%	4,980,775	23.7%	24.5%	2.67%	11.75%	3.12%	8.91%	8.14%
Lehman Aggregate				1.54%				-0.04%				1.24%				3.81%	6.67%	-0.81%	2.05%	4.97%
HIGH YIELD BONDS																				
Core																				
Loomis Sayles	577,335	2.5%	2.5%	1.71%	567,581	2.5%	2.5%	0.89%	562,399	2.5%	2.5%	4.69%	537,171	2.6%	2.5%	4.85%	12.63%	4.74%	N/A	N/A
Sutter/Wells Capital	551,104	2.4%	2.5%	1.53%	540,340	2.4%	2.5%	1.25%	535,748	2.4%	2.5%	1.39%	528,770	2.5%	2.5%	2.84%	7.18%	4.70%	N/A	N/A
Total Core	1,128,438	5.0%	4.9%	1.62%	1,107,921	4.9%	4.9%	1.06%	1,098,147	4.9%	4.9%	3.05%	1,065,941	5.1%	5.0%	3.84%	9.90%	4.72%	5.70%	3.38%
LB High Yield 2% Issuer Constrained Index				1.46%				1.14%				4.11%				3.76%	10.85%	4.38%	N/A	N/A
Mezzanine Debt																				
Goldman Sachs	13,371	0.1%	0.1%	0.00%	13,371	0.1%	0.1%	0.00%	13,371	0.1%	0.1%	1.95%	7,636	0.0%	0.0%	-0.04%	1.91%	N/A	N/A	N/A
TOTAL HIGH YIELD BONDS	1,141,809	5.0%	5.0%	1.61%	1,121,292	4.9%	5.0%	1.06%	1,111,518	5.0%	5.0%	3.05%	1,073,577	5.1%	5.0%	3.82%	9.85%	4.72%	8.34%	7.47%
LB High Yield 2% Issuer Constrained Index				1.46%				1.14%				4.11%				3.76%	10.85%	4.38%	8.46%	8.60%
INTERNATIONAL FIXED INCOME																				
International Sovereign																				
UBS Global (Brinson)	968,955	4.3%	4.5%	2.30%	947,638	4.2%	4.5%	-1.64%	963,178	4.3%	4.5%	1.88%	938,559	4.5%	4.5%	-0.15%	2.36%	0.13%	5.24%	9.99%
Citigroup Non-US Gov't Bond Index (5)				2.49%				-1.66%				2.09%				0.89%	3.81%	-0.11%	5.01%	9.58%
International Core																				
Brandywine	987,866	4.3%	4.5%	1.87%	969,262	4.3%	4.5%	-1.36%	982,389	4.4%	4.5%	2.84%	961,963	4.6%	4.5%	1.93%	5.35%	3.89%	8.39%	N/A
Lehman Global Aggregate (ex-US)				2.39%				-1.58%				2.57%				1.13%	4.53%	3.83%	5.69%	N/A
TOTAL INTERNATIONAL FIXED INCOME	1,956,822	8.6%	9.0%	2.09%	1,916,901	8.4%	9.0%	-1.50%	1,945,567	8.8%	9.0%	2.37%	1,900,521	9.0%	9.0%	0.89%	3.86%	2.01%	6.82%	10.91%
Citigroup Non-US Gov't Bond Index (5)				2.49%				-1.66%				2.09%				0.89%	3.81%	0.00%	5.05%	9.60%
REAL ESTATE																				
INVESCO	872,526			0.00%	872,526			2.37%	852,296			0.14%				1.55%	4.11%	23.84%	N/A	N/A
J.P. Morgan Strategic & Special Funds	904,284			0.91%	896,093			1.50%	894,241			4.17%	881,730			4.36%	11.36%	21.05%	17.14%	12.52%
J.P. Morgan Alternative Property Fund	210,336			0.00%	210,336			0.61%	209,059			0.00%	193,163			-2.82%	-2.23%	N/A	N/A	N/A
TOTAL REAL ESTATE	1,987,145	8.7%	8.5%	0.41%	1,978,955	8.7%	8.5%	1.79%	1,955,596	8.8%	8.5%	1.94%	1,947,109	9.3%	8.5%	6.69%	22.09%	17.14%	12.52%	
NCREIF TOTAL INDEX				1.48%				1.48%				4.51%				3.51%	11.41%	18.22%	15.63%	12.19%
ALTERNATIVE INVESTMENTS																				
Coral Partners V	17,204			0.00%	17,678			0.00%	18,501			1.68%	28,864			-0.31%	1.36%	8.74%	-15.32%	-24.06%
Coral Partners V - Supplemental	2,117			0.00%	2,175			0.00%	2,252			8.05%	2,621			-0.70%	7.29%	10.53%	10.33%	N/A
Coral Partners VI	41,797			0.00%	40,600			0.00%	38,392			-2.87%	44,338			-0.08%	-2.95%	-6.22%	-10.14%	N/A
Brinson 1998 Partnership Fund	5,240			0.00%	5,385			0.00%	5,528			2.07%	6,075			4.03%	6.18%	16.52%	15.11%	1.97%
Brinson 1999 Partnership Fund	9,504			0.00%	9,766			0.00%	10,025			4.42%	15,077			8.99%	13.81%	14.27%	12.72%	-1.26%
Brinson 2000 Partnership Fund	27,362			0.00%	31,492			0.00%	32,327			2.97%	35,221			4.86%	7.98%	28.22%	17.90%	3.70%
Brinson 2001 Partnership Fund	20,850			0.00%	21,425			0.00%	21,993			-1.63%	25,080			8.12%	6.36%	19.85%	9.95%	3.22%
Brinson 2002 Partnership Fund	11,744			0.00%	12,067			0.00%	12,387			-6.73%	14,900			9.58%	2.20%	32.42%	13.22%	N/A
Brinson 2003 Partnership Fund	3,590			0.00%	3,578			0.00%	3,673			5.60%	3,902			3.05%	8.82%	25.48%	6.77%	N/A
Brinson 1999 Non-US Partnership Fund	4,360			0.00%	4,480			0.00%	4,599			25.02%	5,661			16.69%	45.89%	40.48%	30.98%	18.60%
Brinson 2000 Non-US Partnership Fund	7,669			0.00%	8,675			0.00%	8,906			0.83%	9,908			26.11%	27.15%	35.03%	21.65%	13.01%
Brinson 2001 Non-US Partnership Fund	6,863			0.00%	8,761			0.00%	8,994			-19.07%	12,466			7.27%	-13.19%	27.25%	17.46%	8.96%
Brinson 2002 Non-US Partnership Fund	15,234			0.00%	15,654			0.00%	16,070			31.26%	16,746			17.05%	53.64%	38.11%	22.66%	N/A
Brinson 2003 Non-US Partnership Fund	12,141			0.00%	12,476			0.00%	12,806			12.56%	10,836			21.45%	36.70%	31.08%	8.89%	N/A
Brinson 2004 Non-US Partnership Fund	4,500			0.00%	4,624			0.00%	4,747			7.00%	4,019			-0.77%	6.18%	24.56%	N/A	N/A
Brinson BVCF IV	40,505			0.00%	51,524			0.00%	52,891			10.81%	53,545			9.17%	20.98%	31.35%	19.07%	0.41%
Adams Street Direct Co-investment Fund	10,738			0.00%	10,983			0.00%	5,492			-5.02%	6,486			N/A	N/A	N/A	N/A	N/A
Matlin Patterson Global Opportunities	37,098			0.00%	38,120			0.00%	39,131			12.96%	38,863			-5.52%	6.72%	-11.68%	26.48%	N/A
Matlin Patterson Global Opportunities II	61,142			0.00%	87,762			0.00%	90,090			0.27%	71,479			0.71%	0.98%	-0.85%	N/A	N/A
InvestAmerica	15,585			0.00%	16,014			0.00%	16,439			0.00%	18,441			30.21%	30.21%	0.00%	-9.20%	N/A
Hearthstone MSII	2,526			0.00%	2,595			0.00%	1,283			0.00%	446			0.00%	0.00%	-100.00%	-100.00%	-100.00%
Hearthstone MSIII	11,086			0.00%	11,391			0.00%	6,794			-1.32%	1,042			38.24%	36.42%	59.61%	N/A	N/A
Corsair III	3,368			N/A	-			N/A	-			N/A	-			N/A	N/A	N/A	N/A	N/A
Quantum Resources	7,882			0.00%	8,099			0.00%	8,314			N/A	-			N/A	N/A	N/A	N/A	N/A
Quantum Energy Partners	113			N/A	116			N/A	-			N/A	-			N/A	N/A	N/A	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (6)	380,217	1.7%	3.0%	0.00%	425,441	1.9%	3.0%	0.00%	421,634	1.9%	3.0%	3.68%	426,020	2.0%	3.0%	6.16%	10.07%	11.08%	11.81%	-2.11%
CASH EQUIVALENTS																				
Northern Trust STIF/STEP	123,769	0.5%	0.0%	0.42%	81,697	0.4%	0.0%	0.45%	73,262	0.3%	0.0%	1.30%	152,170	0.7%	0.0%	1.34%	3.55%	4.31%	2.64%	2.41%
90 Day T-Bill				0.38%				0.41%				1.26%				1.33%	3.41%	4.00%	2.37%	2.25%
TOTAL FUND	22,725,690	100.0%	100.0%	-0.02%	22,723,611	100.0%	100.0%	2.40%	22,195,016	100.0%	100.0%	5.65%	21,020,137	100.0%	100.0%	2.95%	11.36%	10.18%	13.18%	7.21%
POLICY TARGET BENCHMARK				0.12%				0.58%				4.97%				3.48%	9.39%	7.37%	9.97%	5.73%

NOTE:

CITY OF BISMARCK POLICE PENSION FUND
INVESTMENT PERFORMANCE REPORT AS OF FEBRUARY 28, 2007

February-07				January-07				December-06				September-06				Current Fiscal YTD	Prior Year FY06	3 Years Ended 6/30/2006	5 Years Ended 6/30/2006
Allocation		Month		Allocation		Month		Allocation		Quarter		Allocation		Quarter		Net ROR	Net ROR	Net	Net
Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR				

(6) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.